FIRST REGULAR SESSION

SENATE BILL NO. 546

102ND GENERAL ASSEMBLY

INTRODUCED BY SENATOR BEAN.

2115S.01I KRISTINA MARTIN, Secretary

AN ACT

To repeal sections 192.945, 192.947, 195.207, and 261.265, RSMo, relating to hemp extract.

Be it enacted by the General Assembly of the State of Missouri, as follows: Sections 192.945, 192.947, 195.207, Section A. 2 261.265, RSMo, are repealed, to read as follows: **[**192.945. 1. As used in this section, the following terms shall mean: 2 "Department", the department of health 3 (1)and senior services; "Hemp extract", as such term is defined in section 195.207; (3) "Hemp extract registration card", a 7 card issued by the department under this section; 8 (4) "Intractable epilepsy", epilepsy that 9 10 as determined by a neurologist does not respond 11 to three or more treatment options overseen by 12 the neurologist; 13 (5) "Neurologist", a physician who is licensed under chapter 334 and board certified 14 15 in neurology; 16 "Parent", a parent or legal guardian 17 of a minor who is responsible for the minor's 18 medical care; "Registrant", an individual to whom 19 the department issues a hemp extract 20 registration card under this section. 21 2. The department shall issue a hemp 22 23 extract registration card to an individual who: 24 (1) Is eighteen years of age or older; 25 (2)Is a Missouri resident; 26 (3) Provides the department with a 27 statement signed by a neurologist that: Indicates that the individual suffers 28 from intractable epilepsy and may benefit from 29 30 treatment with hemp extract; and 31 Is consistent with a record from the 32 neurologist concerning the individual contained 33 in the database described in subsection 9 of

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this section;

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35 Pays the department a fee in an amount established by the department under subsection 6 36 37 of this section; and 38 Submits an application to the (5) 39 department on a form created by the department 40 that contains: 41 (a) The individual's name and address; 42 (b) A copy of the individual's valid photo 43 identification; and 44 (c) Any other information the department 45 considers necessary to implement the provisions 46 of this section. 47 The department shall issue a hemp 48 extract registration card to a parent who: 49 (1)Is eighteen years of age or older; Is a Missouri resident; 50 (2) Provides the department with a 51 (3) 52 statement signed by a neurologist that: 53 (a) Indicates that a minor in the parent's 54 care suffers from intractable epilepsy and may 55 benefit from treatment with hemp extract; and 56 (b) Is consistent with a record from the 57 neurologist concerning the minor contained in the database described in subsection 9 of this 58 59 section; 60 (4)Pays the department a fee in an amount 61 established by the department under subsection 6 62 of this section; and Submits an application to the 63 (5) 64 department on a form created by the department 65 that contains: 66 (a) The parent's name and address; 67 (b) The minor's name; 68 (C) A copy of the parent's valid photo 69 identification; and 70 (d) Any other information the department 71 considers necessary to implement the provisions 72 of this section. 73 The department shall maintain a record 74 of the name of each registrant and the name of 75 each minor receiving care from a registrant. 76 5. The department shall promulgate rules 77 to: Implement the provisions of this 78 section including establishing the information 79 80 the applicant is required to provide to the 81 department and establishing in accordance with 82 recommendations from the department of public 83 safety the form and content of the hemp extract registration card; and 84 85 (2) Regulate the distribution of hemp 86 extract from a cannabidiol oil care center to a 87 registrant, which shall be in addition to any 88 other state or federal regulations; and 89 The department may promulgate rules to authorize clinical trials involving hemp extract. 90

6. The department shall establish fees that are no greater than the amount necessary to cover the cost the department incurs to implement the provisions of this section.

- 7. The registration cards issued under this section shall be valid for one year and renewable if at the time of renewal the registrant meets the requirements of either subsection 2 or 3 of this section.
- 8. The neurologist who signs the statement described in subsection 2 or 3 of this section shall:
- (1) Keep a record of the neurologist's evaluation and observation of a patient who is a registrant or minor under a registrant's care including the patient's response to hemp extract; and
- (2) Transmit the record described in subdivision (1) of this subsection to the department.
- 9. The department shall maintain a database of the records described in subsection 8 of this section and treat the records as identifiable health data.
- 10. The department may share the records described in subsection 9 of this section with a higher education institution for the purpose of studying hemp extract.
- 11. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after July 14, 2014, shall be invalid and void.]
- [192.947. 1. No individual or health care entity organized under the laws of this state shall be subject to any adverse action by the state or any agency, board, or subdivision thereof, including civil or criminal prosecution, denial of any right or privilege, the imposition of a civil or administrative penalty or sanction, or disciplinary action by any accreditation or licensing board or commission if such individual or health care entity, in its normal course of business and within its applicable licenses and regulations, acts in good faith upon or in furtherance of any

order or recommendation by a neurologist authorized under section 192.945 relating to the medical use and administration of hemp extract with respect to an eligible patient.

- 2. The provisions of subsection 1 of this section shall apply to the recommendation, possession, handling, storage, transfer, destruction, dispensing, or administration of hemp extract, including any act in preparation of such dispensing or administration.
- 3. Notwithstanding the provisions of section 538.210 or any other law to the contrary, any physician licensed under chapter 334, any hospital licensed under chapter 197, any pharmacist licensed under chapter 338, any nurse licensed under chapter 335, or any other person employed or directed by any of the above, which provides care, treatment or professional services to any patient under section 192.945 shall not be liable for any civil damages for acts or omissions unless the damages were occasioned by gross negligence or by willful or wanton acts or omissions by such physician, hospital, pharmacist, nurse, or person in rendering such care and treatment.]

[195.207. 1. As used in sections 192.945, 261.265, 261.267, and this section, the term "hemp extract" shall mean an extract from a cannabis plant or a mixture or preparation containing cannabis plant material that:

- (1) Is composed of no more than threetenths percent tetrahydrocannabinol by weight;
- (2) Is composed of at least five percent cannabidiol by weight; and
- (3) Contains no other psychoactive substance.
- 2. Notwithstanding any other provision of this chapter, an individual who has been issued a valid hemp extract registration card under section 192.945, or is a minor under a registrant's care, and possesses or uses hemp extract is not subject to the penalties described in this chapter for possession or use of the hemp extract if the individual:
- (1) Possesses or uses the hemp extract only to treat intractable epilepsy as defined in section 192.945;
- (2) Originally obtained the hemp extract from a sealed container with a label indicating the hemp extract's place of origin and a number that corresponds with a certificate of analysis;
- (3) Possesses, in close proximity to the hemp extract, a certificate of analysis that:
- (a) Has a number that corresponds with the number on the label described in subdivision (2) of this subsection;

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Indicates the hemp extract's ingredients including its percentages of tetrahydrocannabinol and cannabidiol by weight; Is created by a laboratory that is not (C)

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affiliated with the producer of the hemp extract and is licensed in the state where the hemp

extract was produced; and

- (d) Is transmitted by the laboratory to the department of health and senior services; and
- (4) Has a current hemp extract registration card issued by the department of health and senior services under section 192.945.
- 3. Notwithstanding any other provision of this chapter, an individual who possesses hemp extract lawfully under subsection 2 of this section and administers hemp extract to a minor suffering from intractable epilepsy is not subject to the penalties described in this chapter for administering the hemp extract to the minor if:
- The individual is the minor's parent (1)or legal guardian; and
- (2) The individual is registered with the department of health and senior services as the minor's parent under section 192.945.
- 4. An individual who has been issued a valid hemp extract registration card under section 192.945, or is a minor under a registrant's care, may possess up to twenty ounces of hemp extract pursuant to this section. Subject to any rules or regulations promulgated by the department of health and senior services, an individual may apply for a waiver if a physician provides a substantial medical basis in a signed, written statement asserting that, based on the patient's medical history, in the physician's professional judgment, twenty ounces is an insufficient amount to properly alleviate the patient's medical condition or symptoms associated with such medical condition.]

[261.265. 1. For purposes of this section, the following terms shall mean:

- (1) "Cannabidiol oil care center", the premises specified in an application for a cultivation and production facility license in which the licensee is authorized to distribute processed hemp extract to persons possessing a hemp extract registration card issued under section 192.945;
- "Cultivation and production facility", (2) the land and premises specified in an application for a cultivation and production facility license on which the licensee is authorized to grow, cultivate, process, and possess hemp and hemp extract;

"Cultivation and production facility 16 17 license", a license that authorizes the licensee 18 to grow, cultivate, process, and possess hemp and hemp extract, and distribute hemp extract to 19 20 its cannabidiol oil care centers; 21 "Department", the department of (4) 22 agriculture; 23 "Grower", a nonprofit entity issued a (5) 24 cultivation and production facility license by 25 the department of agriculture that produces hemp 26 extract for the treatment of intractable 27 epilepsy; "Hemp": 28 (6) 29 (a) All nonseed parts and varieties of the 30 cannabis sativa plant, whether growing or not, 31 that contain a crop-wide average 32 tetrahydrocannabinol (THC) concentration that 33 does not exceed the lesser of: 34 Three-tenths of one percent on a dry 35 weight basis; or 36 The percent based on a dry weight basis 37 determined by the federal Controlled Substances Act under 21 U.S.C. Section 801, et seq.; 38 39 (b) Any cannabis sativa seed that is: 40 a. Part of a growing crop; 41 b. Retained by a grower for future 42 planting; or 43 c. For processing into or use as agricultural hemp seed. 44 This term shall not include industrial hemp 45 46 commodities or products; 47 "Hemp monitoring system", an (7) 48 electronic tracking system that includes, but is 49 not limited to, testing and data collection established and maintained by the cultivation 50 51 and production facility and is available to the department for the purposes of documenting the 52 53 hemp extract production and retail sale of the hemp extract. 54 55 The department shall issue a 56 cultivation and production facility license to a nonprofit entity to grow or cultivate the 57 cannabis plant used to make hemp extract as 58 defined in subsection 1 of section 195.207 or 59 60 hemp on the entity's property if the entity has 61 submitted to the department an application as 62 required by the department under subsection 7 of 63 this section, the entity meets all requirements 64 of this section and the department's rules, and there are fewer than two licensed cultivation 65 66 and production facilities operating in the state. 67 3. A grower may produce and manufacture 68 hemp and hemp extract, and distribute hemp extract as defined in section 195.207 for the 69 70 treatment of persons suffering from intractable epilepsy as defined in section 192.945 71 consistent with any and all state or federal 72

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regulations regarding the production, 73 74 manufacture, or distribution of such product. 75 The department shall not issue more than two 76 cultivation and production facility licenses for 77 the operation of such facilities at any one time. 78 The department shall maintain a list of 79 growers. 80 All growers shall keep records in 81 accordance with rules adopted by the 82 department. Upon at least three days' notice, 83 the director of the department may audit the 84 required records during normal business hours. 85 The director may conduct an audit for the 86 purpose of ensuring compliance with this section. 87 6. In addition to an audit conducted in accordance with subsection 5 of this section, 88 89 the director may inspect independently, or in 90 cooperation with the state highway patrol or a 91 local law enforcement agency, any hemp crop 92 during the crop's growth phase and take a 93 representative composite sample for field 94 analysis. If a crop contains an average 95 tetrahydrocannabinol (THC) concentration exceeding the lesser of: 96 97 (1)Three-tenths of one percent on a dry 98 weight basis; or 99 The percent based on a dry weight 100 basis determined by the federal Controlled Substances Act under 21 U.S.C. Section 801, et 101 seq., 102 103 the director may detain, seize, or embargo the 104 crop. 105 The department shall promulgate rules 106 including, but not limited to: (1) Application requirements for 107 108 licensing, including requirements for the 109 submission of fingerprints and the completion of 110 a criminal background check; 111 (2) Security requirements for cultivation 112 and production facility premises, including, at 113 a minimum, lighting, physical security, video and alarm requirements; 114 (3) Rules relating to hemp monitoring 115 systems as defined in this section; 116 117 (4) Other procedures for internal control 118 as deemed necessary by the department to 119 properly administer and enforce the provisions 120 of this section, including reporting requirements for changes, alterations, or 121 122 modifications of the premises; 123 (5) Requirements that any hemp extract 124 received from a legal source be submitted to a 125 testing facility designated by the department to 126 ensure that such hemp extract complies with the 127 provisions of section 195.207 and to ensure that 128 the hemp extract does not contain any

pesticides. Any hemp extract that is not

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submitted for testing or which after testing is found not to comply with the provisions of section 195.207 shall not be distributed or used and shall be submitted to the department for destruction; and

- (6) Rules regarding the manufacture, storage, and transportation of hemp and hemp extract, which shall be in addition to any other state or federal regulations.
- 8. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable, and if any of the powers vested with the general assembly under chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after July 14, 2014.
- 9. All hemp waste from the production of hemp extract shall either be destroyed, recycled by the licensee at the hemp cultivation and production facility, or donated to the department or an institution of higher education for research purposes, and shall not be used for commercial purposes.
- 10. In addition to any other liability or penalty provided by law, the director may revoke or refuse to issue or renew a cultivation and production facility license and may impose a civil penalty on a grower for any violation of this section, or section 192.945 or 195.207. The director may not impose a civil penalty under this section that exceeds two thousand five hundred dollars.]

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